

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED)
GAS ADJUSTMENT FILING) CASE NO. 8178-I
OF ELAM UTILITY COMPANY)

O R D E R

On September 21, 1981, the Commission issued its Order in Case No. 8178 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased.

On November 18, 1982, Elam Utility Company ("Elam") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective October 1, 1982, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the evidence of record and being advised, the Commission is of the opinion and finds that:

(1) Elam's notice of November 18, 1982, set out certain revisions in rates which Elam proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$1,039 or \$0.02 per Mcf.

(2) Due to the retroactive nature of Transmission's decrease, Elam should report to the Commission any excess revenues collected during the period from October 1, 1982 to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

(3) Elam's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 8178 dated September 21, 1981, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after October 1, 1982.

IT IS THEREFORE ORDERED that the rates in Appendix A be and they hereby are approved for gas supplied on and after October 1, 1982.

IT IS FURTHER ORDERED that for the purpose of future application of the purchased gas adjustment clause of Elam, the base rate for purchased gas shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.4755 per DTH
Capitol Oil and Gas Company	-	3.95 per Mcf

IT IS FURTHER ORDERED that Elam shall report to the Commission any excess revenues collected during the period from October 1, 1982, to the date the proposed rates are implemented, along with a plan to refund any excess collections.

IT IS FURTHER ORDERED that within 30 days after the date the decreased cost of wholesale gas becomes effective, Elam shall

file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 2nd day of December, 1982.

PUBLIC SERVICE COMMISSION

Not Sitting
Chairman

Katherine Ransdell
Vice Chairman

Sam Carney
Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 8178-I DATED DECEMBER 2, 1982

The following rates are prescribed for its customers in the area served by Elam Utility Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES: Monthly

RESIDENTIAL

Customer Charge	\$4.00
First 11 Mcf	7.47
Over 11 Mcf	8.47

COMMERCIAL

Customer Charge	\$5.00
All Mcf	7.47

Purchased Gas Adjustment Clause

<u>Supplier</u>	<u>Rate</u>
Columbia Gas Transmission Corporation	\$4.9633 per Mcf
Capitol Oil and Gas	3.95 per Mcf